

Naval Postgraduate School
Department of National Security Affairs
International Economics

Summer Quarter 2005
NS 3040
Dr. Robert Looney

Office Glasgow 305
Office Hours TuTh 12:30-1; 3-4
and by appointment
relooney@nps.edu

Class Webpage: <http://web.nps.navy.mil/~relooney>

COURSE OUTLINE

Texts

Thomas Pugel, **International Economics**, twelfth edition, Irwin/McGraw-Hill, 2003.

Charles Wheelan, **Naked Economics: Undressing the Dismal Science**, Norton, 2002.

Jim Eggert, **Invitation to Economics**, Mayfield Publishing, Company, 1991 (on the website).

Richard Kugler and Ellen Frost, **The Global Century, Globalization and National Security**, NDU Press, 2001 (-- a bit dated, but on the website).

ASSIGNMENTS

The assignments below are mainly from the texts. The main text, Pugel provides good background, but most of the class discussion will be on the papers posted on the website under "readings for next class". The Wheelan book provides a good background of economic thinking with some applications of economics to contemporary issues. All the papers and references that we will need for the course can be found on the website.

Note: I have to make at least two trips to the East coast this quarter. There will definitely be no class on July 21 and August 9, 11. If we have to miss more, then we will probably have to schedule a couple of make-up sessions

Introduction (July 5)

Pugel, chapter 1
Wheelan, forward, introduction

Basic Microeconomic Concepts (July 7)

Eggert, chapters 1, 2, 3, 4, 10, 11.
Wheelan, Chapter 1.

Topics in Microeconomics--Markets and Competition (July 12)

Eggert, chapters 12, 13, 14, 15, 16, 17
Wheelan, Chapters 2, 3, 4

Introduction to the Theories of International Trade (July 14)

Pugel, chapters 2, 3
Wheelan, Chapter 5

Modern Theories of Trade (July 19)

Pugel, chapters 4, 5 and 6
Wheelan, Chapter 6

(No Class July 21)

Tariffs and Non-Tariff Barriers (July 26)

Pugel, chapters 7, 8
Eggart, chapter 18.
Wheelan, Chapter 7

Arguments for and Against Protectionism (July 28)

Pugel, chapter 9

Trade Agreements, Environment and US Policy—GATT/WTO (August 2)

Pugel, chapter 10, 12,

Security, Global Competition and United States Trade Policy (August 4)

David Denoon, Economics and National Security, Ch 10 in K&F

(No Class, August 9, 11)

Economic Integration--North America/Europe (August 16)

Pugel, chapter 11

Trade Policy and Developing Countries (August 18)

Pugel, chapter 13.
Wheelan, Chapters 11, 12
Jeffrey Sachs, Globalization and Patterns of Economic Development, Weltwirtschaftliches Archiv, 2000

MIDTERM EXAMINATION (August 23)

Balance of Payments, Introduction to Exchange Rates (August 25)

Pugel, chapters 15, 16, 17.

Determinants of Exchange Rates (August 30)

Pugel chapter 18, 19
Eggert, Chapter 19

Introduction to Macroeconomics/Balance of Payments Adjustment (September 6)

Eggart, chapters 5, 6, 7, 8 and 9.
Pugel, chapters 21, 22.
Wheelan, Chapters 9, 10

International Monetary System (September 8)

Pugel, chapters, chapters 23, 24
Dani Rodrik, How Far Will International Economic Integration Go? Journal of Economic Perspectives, Winter 2000

Factor Movements (September 13)

Pugel, chapter, 14

International Lending, Debt Crisis (September 13)

Pugel, chapter 20

Foreign Investment/Multinationals/Future Patterns of Globalization (September 15)

Eggert, Chapter 20

Wheelan, epilog

Final Examination (September 20, 2005, 1300-1450, Glasgow 387)

Course Grade

There are several options for a course grade:

Midterm and Country/Topic Paper (20 or so pages)--50% each

Midterm and Final Examination--50% each

For those who have taken 3041 there is the option of a major research paper (30 or so pages)—100%